

Chart of the Day

Here's your trade on Nvidia (\$NVDA). We've got a monster trade going, with an R-Multiple of 3.3. I explain....

April 27, 2026

Dan Fitzpatrick analyzed **NVIDIA (\$NVDA)**, a stock that has transitioned from a long period of sideways "porch-sitting" into a powerful, multi-phase breakout. Dan highlighted that despite bearish headlines claiming the semiconductor run is "historical and won't last," the technical reality is a clear sequence of **higher highs and higher lows**. He emphasized the importance of staying in profitable trades rather than taking "Steve Miller" (take the money and run) exits, arguing that once a trend is confirmed, the only reason to sell is a break in technical support. Using the **SMH (Semiconductor ETF)** as a broader sector gauge, Dan reaffirmed that hardware and AI demand remain the dominant market drivers, projecting a near-term price target of **\$250** based on current technical "squeezes."

Next Steps:

1. Ride the Trend: If you are already profitable in NVIDIA, do not look for the top. Tops are only correctly identified once; every other pause is a rest. Stay with the position as long as it prints higher lows.
2. Define Your R-Multiple: Stop focusing on your "percentage gain." Instead, calculate your R-multiple (Total Profit divided by Initial Dollars Risked). A "professional" trade is one where you are making at least 3.30 for every \$1.00 put at risk.
3. Audit the Cost of Switching: When evaluating NVIDIA's competitors, remember the CUDA Moat. A company's "stickiness" is defined by the high cost of switching software ecosystems; as long as NVIDIA dominates the software that manages the GPUs, they remain the industry leader.
4. Manage Your Cash Position: Do not sell a confirmed winner just to hold cash. Cash has a 0% return. Only move to cash if you have a high-probability setup elsewhere with a better risk-to-reward profile.
5. Sign up for Live Earnings Trading: If you are a graduate of the 59-Minute Trader, prepare for the Google and data center earnings volatility this Thursday and Friday. Email Karen if you haven't received the sign-up link.

Transcript:

1

00:00:02.330 --> 00:00:03.620

Dan Fitzpatrick: Dan here.

2

00:00:03.840 --> 00:00:13.330

Dan Fitzpatrick: StockMarketMentor.com, and we're looking at NVIDIA today. Now, this dog has been on the porch. We'll do it this way.

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00:00:14.790 --> 00:00:15.590

Dan Fitzpatrick: Like...

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00:00:16.020 --> 00:00:32.370

Dan Fitzpatrick: Forever, it seems like. Since last summer, when it finally actually, like, peaked here, really. So it started to trade sideways, then, of course squirted up here, and that's great, but actually, just kind of from a trading standpoint.

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00:00:34.830 --> 00:00:36.840

Dan Fitzpatrick: This thing was really here.

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00:00:37.380 --> 00:00:45.679

Dan Fitzpatrick: Until it popped up to there. And then finally, like, back down to here. So, it kind of had 3 phases.

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00:00:46.580 --> 00:00:48.429

Dan Fitzpatrick: And I'll even go here.

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00:00:48.580 --> 00:00:53.559

Dan Fitzpatrick: And so I'm just reading the chart. From here, then, we had a shakeout.

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00:00:53.810 --> 00:01:04.590

Dan Fitzpatrick: Along with everything else. And then a big rally higher that finally eclipses this. Finally eclipses this last intraday high.

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00:01:04.870 --> 00:01:10.330

Dan Fitzpatrick: and is now closed at a new high. So, this company's worth, like.

11

00:01:11.300 --> 00:01:17.699

Dan Fitzpatrick: probably some of the small nations on this particular planet. I mean, I, I...

12

00:01:18.290 --> 00:01:28.019

Dan Fitzpatrick: I could be wrong, you could fact-check me on this, but I think it's almost like \$6 trillion, something like that. But all I'm doing is trading the chart, so...

13

00:01:28.020 --> 00:01:52.039

Dan Fitzpatrick: I put on this, this trade just as an active trade for members. Hopefully you're one of them. If you're not, you know, you kind of should be. We're making great money over there. In fact, I'll just show you where we are, in just a second, but back on tax day on April 15th, I just put this on at 200, because the way it was looking here with this big climb.

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00:01:52.040 --> 00:01:59.579

Dan Fitzpatrick: This just looked like the stock was ready to break out, even though during this rally here.

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00:01:59.580 --> 00:02:11.840

Dan Fitzpatrick: the trading volume was actually a little lower than average, but you could see it climbing up. So, increasing volume was accompanying this nice move higher.

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00:02:12.280 --> 00:02:15.889

Dan Fitzpatrick: But then the stock pulls back, so it pulls back here.

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00:02:15.890 --> 00:02:34.719

Dan Fitzpatrick: and ultimately then breaks out above 200 again, 202, we'll say, and now we've got these green skyscrapers here. So, what are we gonna do? First, we look at the S&P, or excuse me, the SMH. This is also running higher. It's kind of interesting to see that

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00:02:34.720 --> 00:02:39.860

Dan Fitzpatrick: I mean, I look at this, and a trend is a trend, and this trend is certainly your friend.

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00:02:39.950 --> 00:02:55.240

Dan Fitzpatrick: And I just see all these stupid-ass articles about how the semis have gone up, blah blah blah days in a row, this is historical, it's not gonna last, it's not gonna last, like, all these bearish articles coming out, and...

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00:02:55.710 --> 00:03:02.710

Dan Fitzpatrick: you guys are repetitively wrong. Like, the pattern that you are setting is...

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00:03:02.970 --> 00:03:07.919

Dan Fitzpatrick: you're just wrong. And so, this goes back to one of the...

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00:03:08.150 --> 00:03:26.980

Dan Fitzpatrick: One of my pet peeves about, people who short stocks or buy falling knives, and that is, you look at a stock, you look at a chart and say, well, it's gone up enough. Try to short the stock. Or, well, the stock's fallen down enough, it's not gonna go any lower.

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00:03:26.980 --> 00:03:30.930

Dan Fitzpatrick: Meanwhile, the chart says, we'll see about that.

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00:03:31.130 --> 00:03:48.770

Dan Fitzpatrick: on the upside as well as the downside. So here, with the semis, I mean, you look at so many other things in the economy, all this uncertainty and all that jazz, the one thing that's working and that will continue to work

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00:03:49.330 --> 00:04:02.610

Dan Fitzpatrick: is the semiconductor sector. Like, this thing's still printed... I mentioned this this morning in our, in our trading session, which was almost 2 hours long. The high here was 510.10.

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00:04:02.850 --> 00:04:11.529

Dan Fitzpatrick: Okay, the high here the prior day was \$509.60. So, we got a higher high, highest high ever.

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00:04:11.660 --> 00:04:29.849

Dan Fitzpatrick: intraday. And then on the low side, we had a low that was at \$497.74, the prior low was down \$495.46. So, what I'm saying is, we had a higher low and a higher high today. Guys, this is bullish.

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00:04:29.890 --> 00:04:47.009

Dan Fitzpatrick: This is... this is a bullish chart right here, and it continues to be so. Yeah, I see a little... if you just want to look at this, in relation to the upper Bollinger Band, yeah, I see a little tapering off of,

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00:04:47.020 --> 00:04:58.740

Dan Fitzpatrick: of momentum here, where the stock's running along the upper band, and then now it's back, behind or below the upper band. But if you look at this on the weekly chart.

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00:05:01.620 --> 00:05:03.239

Dan Fitzpatrick: Guys, this is like...

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00:05:04.650 --> 00:05:12.849

Dan Fitzpatrick: I mean, it still has a long way to go. I don't... and by the way, Full disclosure here.

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00:05:13.240 --> 00:05:15.760

Dan Fitzpatrick: This could turn around at any time.

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00:05:15.760 --> 00:05:40.369

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Dan Fitzpatrick: So, I don't want you to... don't put me in the... in the same category as all these knuckleheads who keep... who make a call, and they keep sticking to their guns, and sticking to their guns, and sticking to their guns, until it's wiped everybody who was dumb enough to follow their call, until it's wiped them out. And then finally, the stock does what they said it was gonna do, like frickin' 40% lower.

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00:05:40.370 --> 00:05:44.570

Dan Fitzpatrick: And they say, well, see, I was right. The question is.

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00:05:44.730 --> 00:05:46.810

Dan Fitzpatrick: Are you focused on being right?

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00:05:47.010 --> 00:05:53.299

Dan Fitzpatrick: Or are you focused on making money? Because a lot of times, you can't do both.

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00:05:53.380 --> 00:06:13.009

Dan Fitzpatrick: We want to be in winning trades, and then when we are in a winning trade, we want to stay in that winning trade as long as we can. And the reason is because, first of all, you can only be correct in identifying the top one time.

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00:06:13.010 --> 00:06:25.829

Dan Fitzpatrick: That's the nature of tops. Everything else is merely a pause. It's just a rest, like this was here. Shoot, like this whole thing was here, because of where this stock had come from. So.

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00:06:26.220 --> 00:06:41.200

Dan Fitzpatrick: You don't want to be trying to pick the end of a trend. That is super, super important, because, again, you'll be right only one time. But also, and this is just, I mean, think about this, this is logical.

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00:06:41.200 --> 00:06:50.610

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Dan Fitzpatrick: So, you're in the money here. You're making money. We're up really, really nicely here on a risk versus reward.

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00:06:50.610 --> 00:07:05.889

Dan Fitzpatrick: We're up 3.3R. That means that we're making \$3.30 for every dollar that we risked on this, and the way we're able to do that is to have a pretty darn, tight, a very, very tight stop.

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00:07:05.890 --> 00:07:17.420

Dan Fitzpatrick: On this. And so, anyway, the stock's up here. If we decide, okay, well, I'm gonna close this stock out, I'm gonna take my money and run, do the Steve Miller trade, awesome. Now, what do you have?

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00:07:18.090 --> 00:07:36.529

Dan Fitzpatrick: You got cash. It's not making you money. You gotta put it to work. And you're gonna put it to work somewhere else, and you have a 50-50 chance of making money on that. Stock could go up, could go down. You have to make a decision as far as which way that stock is gonna go.

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00:07:37.240 --> 00:08:00.710

Dan Fitzpatrick: I would rather be in a stock that I'm already profitable in, and it's already telling me that I am correct. It is already confirming that I've got a good trade going. That, to me, is a better way to have my money positioned versus having it in my hand, looking for something else that's gonna do better than

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00:08:00.710 --> 00:08:03.389

Dan Fitzpatrick: than this. So, as I see this.

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00:08:03.590 --> 00:08:09.010

Dan Fitzpatrick: You know, I'm looking at the weekly chart, for crying out loud, man. How about this for a price target?

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00:08:11.550 --> 00:08:13.380

Dan Fitzpatrick: Yep, that's it.

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00:08:15.570 --> 00:08:17.050

Dan Fitzpatrick: I'll give you that.

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00:08:18.740 --> 00:08:22.410

Dan Fitzpatrick: That's my target, and how do I get that, guys?

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00:08:25.110 --> 00:08:36.870

Dan Fitzpatrick: How do I get there? I'm just looking at the chart. I'm just looking at this nice squeeze here. I think the stock can easily get up there. Now, you're gonna have,

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00:08:36.870 --> 00:09:00.809

Dan Fitzpatrick: I'm sure Kramer's... well, I don't know, Kramer named his dog NVIDIA. It might already be dead, I don't know. But I don't even know. Kramer's always pumping this, you know, don't trade it, own it. So, he might look at this and say, yeah, 250, that's fine. But on other stocks, he's always talked about market caps and, well, it can't grow, it can't get bigger than this.

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00:09:00.810 --> 00:09:10.579

Dan Fitzpatrick: Don't be thinking about this. It ain't how big Nvidia is that matters. What matters is how big is the industry that they serve and they dominate.

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00:09:10.580 --> 00:09:35.140

Dan Fitzpatrick: And that is the GPU market, the artificial intelligence market, the data center market, the compute market. They own all of that stuff now. They're getting... they're having competitors, Google's got the TPU out, so there are other competitors, but the thing about NVIDIA is that if you're into the NVIDIA GPUs, you're also into

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00:09:35.140 --> 00:10:00.120

Dan Fitzpatrick: That is their software that actually manages the data and controls what's happening in the GPUs. Okay, switching software is really, really expensive for a company who's all in on that. So, going... moving from... even saying, like, okay, well, I'm gonna stick with my GPUs, but going forward, I'm gonna be putting new money into

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00:10:00.120 --> 00:10:02.600

Dan Fitzpatrick: to TPUs. Guys, it's not gonna happen.

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00:10:03.120 --> 00:10:14.929

Dan Fitzpatrick: It's not gonna happen, and the reason it's not gonna happen is because you can't change horses in the middle of a stream. Any cowboy knows that, okay? It's a... I think there was even a song.

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00:10:14.930 --> 00:10:31.799

Dan Fitzpatrick: about that, but I don't recall right off, right off the top of my head. But the point is, once you're in with NVIDIA, you're gonna stay with NVIDIA just because if you look and say, well, there's a better alternative over there, okay, great.

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00:10:32.340 --> 00:10:43.279

Dan Fitzpatrick: How much money and time is it gonna cost you to go from over here to over there? And when you consider the cost of switching.

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00:10:43.460 --> 00:10:47.029

Dan Fitzpatrick: Now is it still a better deal? Because guess what?

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00:10:47.120 --> 00:11:00.979

Dan Fitzpatrick: NVIDIA's pretty good, and they're not just staying stagnant, they're actually continuing to improve and develop their products. So, think about that the next time some idiot starts talking about the market cap

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00:11:00.980 --> 00:11:07.639

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Dan Fitzpatrick: of NVIDIA, and how it's, no company can get this big and all that.

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00:11:08.380 --> 00:11:21.219

Dan Fitzpatrick: Look, the stock's gonna do what it's gonna do, okay? I don't care how big the company gets. I don't care if it's a \$59 trillion company. As long as the stock is working.

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00:11:21.640 --> 00:11:29.989

Dan Fitzpatrick: then you want to stay with it, okay? And guess what? That's all I have to say about that. But I want you to be considering

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00:11:30.080 --> 00:11:32.430

Dan Fitzpatrick: Focusing on joining.

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00:11:32.470 --> 00:11:53.949

Dan Fitzpatrick: Stock Market Mentor, because we got a lot of stuff going on here. I'm going to show you real quick, our active trade list that we have going. And the one thing that I want you to know is, I calculate our trades. Here, we'll look here. I tend to calculate our trades based on our multiples. How much are we making?

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00:11:53.950 --> 00:12:06.439

Dan Fitzpatrick: per \$1 risk. So, for here, for example, Orca, we've got almost a 20R, meaning, we're up over 100%, and we had a pretty tight stop to begin with, so...

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00:12:06.440 --> 00:12:19.809

Dan Fitzpatrick: We're making almost \$20 for every dollar that we're risking. Okay, our P&L? Okay, it's 112, 113%. Fantastic, that's awesome. Thank you, sir, may I have another? However.

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00:12:20.020 --> 00:12:21.910

Dan Fitzpatrick: What would you rather have?

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00:12:22.650 --> 00:12:28.120

Dan Fitzpatrick: A trade that's making you One, you know, \$2,

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00:12:28.440 --> 00:12:39.330

Dan Fitzpatrick: for every dollar that you risked. \$2.12 for every dollar that you risked, or \$20 for every dollar that you risked. That's what...

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00:12:39.330 --> 00:12:54.660

Dan Fitzpatrick: this comes down to is, are you measuring in terms of percentages, or are you measuring in terms of the money that you're risking? And on all these trades here, on these ones, we've got over 3 times what we risked.

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00:12:54.890 --> 00:13:11.959

Dan Fitzpatrick: \$3.30 for a \$1 risk. Almost \$7 for a \$1 risk, \$7.30 for a \$1 risk, over \$12 for a \$1 risk here. So, all of these trades are above 1 for 1. And the others?

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00:13:12.780 --> 00:13:25.859

Dan Fitzpatrick: are doing just fine, too. So, if you're not a member of Stock Market Mentor, guys, I do this, I do this all the time. I just finished a 2-hour training session,

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00:13:25.950 --> 00:13:43.549

Dan Fitzpatrick: This morning, going over all these things, and how really to use our multiples in order to bump your gains up. So, if you're able to really understand how our multiples work, and actually have the discipline to use them, I promise you this, ultimately.

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00:13:43.630 --> 00:13:48.229

Dan Fitzpatrick: you're gonna make more money. And the way I explained it today was.

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00:13:48.610 --> 00:14:13.579

Dan Fitzpatrick: Our multiples are not, like, tracking your trades with respect to our multiples, that's not the end. That's not what your goal is. This is the means to the end. By tracking your trades with R multiples versus just looking at, oh, what's my average percent gain? Okay, that's stupid. That's for amateurs. Everybody does it that. Not everybody, all the amateurs do it that.

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00:14:13.580 --> 00:14:14.530

Dan Fitzpatrick: that way.

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00:14:14.850 --> 00:14:25.240

Dan Fitzpatrick: Because that's how amateurs do it, but pros focus on how much risk they're taking. And so, if you can focus on the risk that you're taking.

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00:14:25.240 --> 00:14:35.140

Dan Fitzpatrick: that's gonna have a direct impact on the money that you're making. If all you're doing is focusing on percentages, percent gains.

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00:14:35.170 --> 00:14:49.100

Dan Fitzpatrick: It's not gonna have the same influence, because you're gonna be all over the map. So focus on how many dollars you're putting at risk, versus how many dollars you're getting rewarded from that risk. If you do that, I promise you.

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00:14:49.100 --> 00:15:04.570

Dan Fitzpatrick: I absolutely promise you that you will do better in your trading, okay? So, that's all I got for you guys. Hope you all have a great day, great week, and by the way, one other thing, we got trading coming up, live trading in the morning.

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00:15:04.570 --> 00:15:29.540

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Dan Fitzpatrick: On Thursday and Friday. All these data center stocks, Google, there's some other stocks that are reporting on Wednesday and Thursday. Those are gonna be big movers on Friday. If you are interested in joining the party on that, you need to do that right away. You gotta have purchased the 59-minute trader. If you have purchased it, you're already on that list. You'll get the... we've already been sending them out.

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00:15:29.540 --> 00:15:40.580

Dan Fitzpatrick: As far as how to join. If you haven't, email Karen, karen at stockmarketmentor.com, ask her what to do, okay? She'll help you out. And that, my friends, is all I got.